

**IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE**

*In re:*

STANADYNE LLC, *et al.*,<sup>1</sup>

Debtors.

Chapter 11

Case No. 23-10207 (TMH)

(Jointly Administered)

**Related Docket Nos. 276, 297 and 304**

**RESPONSE AND LIMITED OBJECTION OF  
GENERAL MOTORS LLC TO DEBTORS' NOTICE TO  
CONTRACT PARTIES TO POTENTIALLY ASSUMED, ASSIGNED,  
AND SOLD EXECUTORY CONTRACTS AND UNEXPIRED LEASES**

General Motors LLC (together with its applicable affiliates, “GM”) files this response and limited objection (the “**Objection**”) to the Debtors’ *Notice to Contract Parties to Potentially Assumed, Assigned, and Sold Executory Contracts and Unexpired Leases* [Docket No. 297] (the “**Notice**”) and states as follows:

**Background**

1. Debtors filed the Notice on May 23, 2023.
2. Exhibit A to the Notice lists those executory contracts and unexpired leases that the Debtors may seek to assume and assign to the Stalking Horse Bidder or Successful Bidder (as such terms are defined in the *Order (I) Approving Bidding Procedures, (II) Scheduling an Auction and a Sale Hearing, (III) Approving the Form and Manner of Notice Thereof, (IV) Establishing Notice and Procedures for the Assumption and Assignment and Sale Contracts and Leases, and, (V) Granting Related Relief* [Docket No. 276] (the “**Sale Procedures Order**”). The executory

---

<sup>1</sup> The Debtors in these Chapter 11 Cases, along with the last four digits of each Debtor’s federal tax identification number are: Stanadyne LLC (0378); Pure Power Technologies, Inc. (5202); Stanadyne PPT Holdings, Inc. (2594); and Stanadyne PPT Group Holdings, Inc. (1734). The Debtors’ headquarters are located at 405 White Street, Jacksonville, North Carolina 28546.

contracts with respect to which GM is the non-Debtor counterparty and which are designated on Exhibit A are referred to herein as the “**GM Contracts**”. Each of the GM Contracts include and incorporate GM’s General Terms and Conditions.

3. Exhibit A to the Notice also identifies the purported cure amounts, calculated by the Debtors, that must be paid to cure all pre-petition defaults under any Potential Assigned Contract (as defined in the Sales Procedures Order), including the GM Contracts. The Debtors have identified each of GM Contracts as having a cure amount of \$0.

### **Limited Objection**

4. Notwithstanding the Notice and the purported \$0 cure amount with respect to the GM Contracts:

- a. The Debtors have warranty obligations under the GM Contracts, arising both prior to and after the petition date in this chapter 11 case, and GM may have claims under the GM Contracts relating to such warranty obligations. The purported cure amounts with respect to the GM Contracts, however, do not include or account for any such warranty claims. GM reserves all of its rights, claims and remedies under the GM Contracts and applicable law in connection with such warranty claims, whether known or unknown.
- b. GM has rights of setoff and recoupment under the GM Contracts and applicable law. The purported cure amounts with respect to the GM Contracts, however, do not include or account for any such setoff and recoupment claims. Except as and to the extent expressly limited by the *Agreement by and Between the Debtors and General Motors LLC Regarding Purchase and Service Contracts* (the “**GM Contracts**”

**Agreement**”), which was approved by order [Docket No. 304] of the Court on May 24, 2023, GM reserves all of its rights, claims and remedies under the GM Contracts and applicable law in connection with such setoff and recoupment claims, whether known or unknown.

5. Although not addressed in the Notice, for clarification:

- a. In accordance with the GM Contracts Agreement, the GM Contracts may only be assigned to a “Qualified Buyer” (as defined in the GM Contracts Agreement). GM objects to any purported assignment of any GM Contract to a party that is not a Qualified Buyer, and any such purported assignment will be invalid, null and void.

6. GM reserves all of its rights, interests, claims and remedies under the GM Contracts, the GM Contracts Agreement, and applicable law, including, without limitation, with respect to all breaches of the GM Contracts and/or the GM Contracts Agreement by the Debtors, occurring both pre-and post-petition, and/or relating to or arising from any assignment of the GM Contracts to the Stalking Horse Bidder(s) or Successful Bidder(s).

*[Remainder of Paige Intentionally Left Blank]*

Dated: June 7, 2023  
Wilmington, Delaware

**CHIPMAN BROWN CICERO & COLE, LLP**

/s/ Mark L. Desgrosseilliers

Mark L. Desgrosseilliers (No. 4083)  
Hercules Plaza  
1313 North Market Street Suite 5400  
Wilmington, DE 19801  
Telephone: (302) 295-0191  
Email: [desgross@chipmanbrown.com](mailto:desgross@chipmanbrown.com)

-and-

**HONIGMAN LLP**

E. Todd Sable (*pro hac vice* to be filed)  
Glenn S. Walter (*pro hac vice* to be filed)  
660 Woodward Avenue  
2290 First National Building  
Detroit, MI 48226  
Telephone: (313) 465-7000  
Facsimile: (313) 465-7549  
Email: [tsable@honigman.com](mailto:tsable@honigman.com)  
Email: [gwalter@honigman.com](mailto:gwalter@honigman.com)

*Counsel to General Motors LLC*